Hearing date: April 28, 2015 at 2:00 p.m. Objection Deadline: April 22, 2015 at 12 noon

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ATTORNEYS FOR CORPORATE RESOURCE SERVICES, INC.

UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF NEW YORK

STATEMENT BY CORPORATE RESOURCE SERVICES, INC. AND CARTER LEDYARD & MILBURN LLP IN OPPOSITION TO EX PARTE APPLICATION BY CHAPTER 11 TRUSTEE FOR AN ORDER TO ENSURE PRESERVATION OF DOCUMENTS AND TO ALLOW THE TRUSTEE IMMEDIATE ACCESS TO COMPUTERS AND SERVERS (Doc. No. 60)

Corporate Resource Services, Inc. ("CRS"), by its undersigned counsel, herewith joins in the objection (the "Objection") of Tri-State Employment Services, Inc. ("Tri-State"), and Prokauer Rose LLP ("Proskauer") to the *ex parte* application by the Chapter 11 Trustee to Ensure Preservation of Documents and other relief (Doc. No. 98). Carter Ledyard & Milburn LLP ("Carter"), on its own behalf, also joins in the Objection with respect to relief sought directly against it.

As succinctly set forth in the Objection, the Trustee and his counsel have

brought on an application which, as to the corporate parties, is almost entirely moot, and

which as to the law firms, Proskauer and Carter, they have already conceded to be

unnecessary and inappropriate.

2. As noted in the Objection, no facts are stated that would support any relief

against either law firm, and Trustee's counsel has conceded that no such facts exist.

Discovery against the two corporate parties is nearly complete, and the Trustee does not

suggest any rational basis for court intervention.

3. The Trustee presents only the rankest of speculation as to the need for any

of the relief sought in this motion. Indeed, as the Objection sets forth, the entire basis for

the Trustee's allegations of fraud and misconduct may be entirely misguided and the

result of misreading of relatively straightforward financial records. But even without that,

the Trustee has obtained or is in the process of obtaining without resistance, all the

information he requires or could conceivably require. The only effect of this application

is to waste estate resources and concomitantly to drive up the costs for the parties who

need to resist frivolous applications such as this.

WHEREFORE, CRS and Carter request that this application be denied in all

respects.

Dated: New York, New York

April 22, 2015

CARTER, LEDYARD & MILBURN LLP

By:

/s/ Aaron R. Cahn

Aaron R. Cahn

Justin A. Greenblum

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